# Table of Contents: Volume 4, 1994

## Number 1


Option Pricing with Random Volatilities in Complete Markets ..... *Larry Eisenberg and Robert Jarrow* 5

Garch Effects on a Test of Cointegration ..... *Phillip Hans Franses, Paul Kofman, and James Moser* 19

Mean Reversion in Annual Earnings and Its Implications for Security Valuation ..... *Robert Lipe and Roger Kormendi* 27

The Effect of Uncertain Inflation on Firm Value in a Multiperiod Economy ..... *Son-Nan Chen, S.J. Chang, and William T. Moore* 47

A Re-Examination of the Impact of Credit Ratings and Economic Factors on State Bond Yields ..... *Chihwa Kao and Chunchi Wu* 59

The Valuation Effects of Overseas Listings: The Case of the Tokyo Stock Exchange ..... *Clifford L. Fry, Insup Lee, and Jongmoo Jay Choi* 79

On the Necessity of Solving the Free Rider Problem in Takeover Bids ..... *Mark Fedenia and Howard E. Thompson* 89

Editor's Note ..... 105

Instructions to Authors ..... 107


## Number 2


Persistent Performance in the Mutual Fund Market: Tests with Funds and Investment Advisers ..... *Ravi Shukla and Charles Trzcinka* 115

The Effect of Early Resolution of Uncertainty on the Valuation of Assets: A Dichotomy into Market and Non-Market Information ..... *G. Sharathchandra and Rex Thompson* 85

Signalling Under Intertemporal Resolution of Uncertainty: Distinguishing Debt-with-Warrants From Similar Offerings ..... *Edward Henry Robbins and John D. Schatzberg* 155

Bounds for Option Prices and Expected Payoffs ..... *Peter A. Zhang* 179

An Intervention Analysis for the Relationship Between Capital Expenditure Decisions and the Market Value of Firms .. *Yang-Tzong Tsay and Ken Hung* 199

Instructions to Authors ..... 213


## Number 3


Estimating the Bid-Ask Spread in a Heteroskedastic Market: The Case of Foreign Currency Futures ..... *Paul A. Laux and A.J. Senchack, Jr.* 219

A Stochastic Dominance Analysis of the Turnover Related Performance of Mutual Funds ..... *Walton R.L. Taylor and James A. Yoder* 239

Expressed Cost Consciousness in the President's 'Letter to Stockholders': Words, Deeds, and Dividends ..... *George M. Frankfurter, William R. Lane, and Efraim Darom* 253
Seasonals, Price Adjustment Delays and Estimated Systematic Risk ..... *Paul M. Taube, Don N. MacDonald, and Niranjan Tripathy* 265
Temporal Aggregation and Unit Roots in Nominal Foreign Exchange Rates ..... *R.H. Fujihara and M. Mougoue'* 291
Instructions to Authors ..... 305

## Number 4

Accounting Data and Asset Valuation: Theory ..... *Kose John, Teresa A. John, and Haim Reisman* 311
Seasonal Variations in the U.S. Stock Market Returns: 1927–1984 ..... *M.M. Chaudhury* 321
The Predictability of Debt-Servicing Difficulties Among Less Developed Countries ..... *R.A. Somerville and R.J. Taffler* 339
The Behavior of Risky Asset Prices in a Symmetric Least Squares Learning Environment ..... *Scott C. Linn and Bryan E. Stanhouse* 357
The Effect of Recognition vs. Disclosure on Investor Valuation: The Case of Pension Accounting ..... *V. Gopalakrishnan* 383
Instructions to Authors ..... 397